

KENTUCKY ECONOMIC DEVELOPMENT FINANCE AUTHORITY

BOARD MEETING

August 30, 2018

MINUTES

Call to Order

The Kentucky Economic Development Finance Authority (KEDFA) convened at 10:02 a.m. EDT on August 30, 2018, at the Cabinet for Economic Development, Old Capitol Annex, Board of Directors Conference Room, 300 West Broadway in Frankfort, Kentucky.

Notification of Press

Jean R. Hale, Chairman, received verification that the media had been notified of the KEDFA regular monthly board meeting.

Roll Call

Members Present: Jean Hale, Don Goodin, Melinda Hill, proxy for Secretary William Landrum, Tucker Ballinger, Joe Kelly and Chad Miller

Staff Present: Tim Back, Anna Beth Bobbitt, Sarah Butler, Michelle Elder, Kate Greenwell, Krista Harrod, Craig Kelly, Brandon Mattingly, Lauren Osborne, Kylee Palmer, Corky Peek, Debbie Phillips, Lindsey Ransdell, Taylor Sears, Katie Smith, Teresa Spreitzer and Lucas Witt

Others Present: Michael Kalinyak, Hurt, Deckard & May; Mike Herrington, Stites & Harbison; Jamie Brodsky, Stoll Keenon Ogden; Chris Pullem and Katherine Utsinger, City of Ashland; Mayor Greg Meyers and Steve Lehman, City of Highland Heights; Casey Bolton, Commonwealth Economics; Casey Dunn, Denham-Blythe Company; Brad Thomas, East Kentucky Power; Dennis Griffin, Franklin-Simpson Industrial Authority; Jeff Hodges, Gray Construction; Rob Hunden and Michael Montgomery, Hunden Strategic Partners; Jim Parsons, Keating, Meuthing & Klekamp; Billy Aldridge, Kentucky Finance & Administration Cabinet, Office of Financial Management; Barry Lendrum, Paladin; and Matt Zoellner, Scott, Murphy & Daniel

Approval of Minutes

Chairman Hale entertained a motion to approve the minutes from the July 26, 2018 regular KEDFA board meeting and August 16, 2018 special KEDFA board meeting.

Joe Kelly moved to approve the minutes, as presented; Melinda Hill seconded the motion. Motion passed; unanimous.

Approved/Undisbursed Report

Chairman Hale called on Kylee Palmer to review the approved/undisbursed report. After review, the Authority accepted the report as presented.

Financial Statements and Monitoring Reports

Chairman Hale called on Krista Harrod to review the financial statements as of July 31, 2018 and the August 2018 monitoring reports. After review, the Authority accepted the statements and reports as presented.

Tax Increment Financing (TIF) Project (Preliminary)

Chairman Hale called on Ms. Palmer to present a TIF project for preliminary approval to the Authority.

Administration Department of the City of Highland Heights, Kentucky Northern Kentucky University Campus Gateway Campbell County

Kylee Palmer

Ms. Palmer stated Northern Kentucky University Campus Gateway is a Mixed-Use Redevelopment in Blighted Urban Areas TIF project. The project consists of a 19 acre gateway to the campus with a focus on connecting the campus with the Highland Heights community. The development is expected to include a 65,000 sf medical office building, 30,000 sf retail and restaurant space, 225,000 sf multi-family residential space, 115 room hotel with meeting space, public infrastructure improvements, garage and surface lot parking, transit, bike and pedestrian connectivity as well as greenspace and public amenities. The construction is estimated to take place over the next 3 years.

The public infrastructure costs total approximately \$23,100,000 and include land preparation, sewers/storm drainage, curbs, sidewalks, promenades and pedways, roads, street lighting, provision of utilities, public space or parks, parking, transportation facilities, fountains, benches and sculptures. The applicant, Administration Department of the City of Highland Heights, Kentucky, estimates the project will support an estimated 1,331 jobs during construction, as well as 360 direct jobs and hundreds of additional indirect and induced jobs after the project is complete. The project is estimated to generate \$1,900,000,000 in economic impact over a 20 year period.

By granting preliminary approval, KEDFA would enable staff to begin working with the Office of State Budget Director and the Finance and Administration Cabinet to create criteria for which an independent consultant would review the project's feasibility including financing, appropriateness for the use of the TIF program and potential increments and whether the project represents a net positive impact for the Commonwealth.

Staff recommended preliminary approval of the TIF project.

Ms. Palmer introduced the Mayor of the City of Highland Heights, Greg Meyers, as well as Steve Lehman, Jim Parsons and Casey Bolton and invited them to address the board regarding the project.

After discussion, Tucker Ballinger moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

Kentucky Enterprise Initiative Act (KEIA) Projects (Extension)

Chairman Hale called on Craig Kelly to present the KEIA project extension requests to the Authority.

Mr. Kelly stated four companies requested additional time to complete the projects and asked that all four be presented as one motion.

Company	County	Extension
AAK USA K2, LLC	Jefferson	3 Month
Greif Packaging, LLC	Jefferson	3 Month
Wilderness Trace Distillery LLC	Boyle	6 Month
Distilled Spirits Epicenter, LLC	Jefferson	12 Month

Staff recommended approval of the KEIA extension requests.

Chad Miller moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

KEIA Projects

Chairman Hale called on staff to present the KEIA projects to the Authority.

Heaven Hill Distilleries, Inc. Nelson County

**Anna Beth Bobbitt
Debbie Phillips**

Anna Beth Bobbitt stated Heaven Hill Distilleries, Inc. is the nation's second largest family-owned producer and marketer of distilled spirits. The company is considering the expansion of its barrel storage and aging operations to meet increasing demands.

Debbie Phillips stated the project investment is \$5,914,724 of which \$3,253,098 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of \$150,000 for construction materials and building fixtures.

Don Goodin moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

Jim Beam Brands Co. Bullitt County

**Anna Beth Bobbitt
Debbie Phillips**

Ms. Bobbitt stated Jim Beam Brands Co. has been producing bourbon for more than 200 years in Kentucky and is the global leader in premium spirits. The company is considering increasing its facility in Clermont by creating new distillation capacity and building new capabilities in the bourbon-making process.

Ms. Phillips stated the project investment is \$101,700,000 of which \$46,500,000 qualifies as KEIA eligible costs. The approved recovery amount is \$1,000,000 for construction materials and building fixtures and \$200,000 for research and development and/or electronic processing equipment.

Staff recommended the KEIA approved recovery amount of \$1,200,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Goodin seconded the motion. Motion passed; unanimous.

Jim Beam Brands Co. Nelson County

**Anna Beth Bobbitt
Debbie Phillips**

Ms. Bobbitt stated Jim Beam Brands Co. has been producing bourbon for more than 200 years in Kentucky and is the global leader in premium spirits. The company is considering steadily increasing capacity over the next five years at its largest distillery in Boston to meet customer demand.

Ms. Phillips stated the project investment is \$63,100,000 of which \$17,400,000 qualifies as KEIA eligible costs.

Staff recommended the KEIA approved recovery amount of \$600,000 for construction materials and building fixtures.

Ms. Hill moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

Kentucky Business Investment (KBI) Projects (Preliminary) and KEIA Projects

Chairman Hale called on staff to present the KBI preliminary projects and KEIA projects to the Authority.

Danimer Scientific Kentucky, Inc. Clark County

**Anna Beth Bobbitt
Debbie Phillips**

Ms. Bobbitt stated Danimer Scientific Kentucky, Inc. is a pioneer in creating more sustainable, more natural ways to produce biodegradable and compostable plastic products. The proposed project would include a new facility in Winchester.

Ms. Phillips stated the project investment is \$36,244,167 of which \$10,134,305 qualifies as KBI eligible costs and \$3,350,000 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 37 with an average hourly wage of \$28.00 including benefits. The state wage assessment participation is 3.0% and the City of Winchester will participate at 1.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$1,500,000 and the KEIA approved recovery amount of \$150,000 for construction materials and building fixtures and \$25,000 for R&D and/or electronic processing equipment.

Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

Sister Schubert's Homemade Rolls, Inc. Hart County

**Lindsey Ransdell
Kate Greenewll**

Lindsey Ransdell stated Sister Schubert's Homemade Rolls, Inc. offers the top-selling lineup of dinner yeast rolls in the supermarket frozen section. The company is considering expanding its current bakery as well as installing a new baking line to support future growth.

Kate Greenewll stated the project investment is \$74,000,000 of which \$34,820,000 qualifies as KBI eligible costs and \$13,000,000 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 134 with an average hourly wage of \$23.00 including benefits. The state wage assessment participation is 3.0% and Hart County will participate at 0.8%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$2,600,000 and the KEIA approved recovery amount of \$650,000 for construction materials and building fixtures.

Mr. Kelly moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

Brad Ragan Recycling, Inc. Barren County

**Corky Peek
Michelle Elder**

Corky Peek stated Brad Ragan Recycling, Inc. is a tire remanufacturing/retreading facility that has products for the mining, agricultural and construction industry as well as any other industry that utilizes off-road tires and equipment. The company needs to add capacity to capture new business and is considering constructing and equipping a facility in Glasgow to meet this need.

Michelle Elder stated the project investment is \$6,600,000 of which \$4,400,000 qualifies as KBI eligible costs and \$1,500,000 qualifies as KEIA eligible costs. The highest job target over the term of the agreement is 75 with an average hourly wage of \$19.00 including benefits. The state wage assessment participation is 3.0% and the City of Glasgow will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$500,000 and the KEIA approved recovery amount of \$50,000 for construction materials and building fixtures.

Mr. Goodin moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

KBI Projects (Preliminary)

Chairman Hale called on staff to present the KBI preliminary projects to the Authority.

Webasto Roof Systems, Inc. Fayette County

**Taylor Sears
Kate Greenwell**

Taylor Sears stated Webasto Roof Systems, Inc. opened its first plant in Kentucky twenty years ago offering a range of sunroofs. The company is considering an expansion of its facility to launch three completely new sunroofs that will further grow its business.

Ms. Greenwell stated the project investment is \$15,200,000 of which \$3,860,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 183 with an average hourly wage of \$26.50 including benefits. The state wage assessment participation is 3.0% and Lexington-Fayette Urban County Government will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The project will include multiple locations within Lexington, Fayette County. Only investment costs incurred at 2200 Innovation Drive will be considered toward calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$2,000,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

Truck Racks By Rack-it, Inc. Clinton County

**Taylor Sears
Kate Greenwell**

Mr. Sears stated Truck Racks by Rack-it, Inc. opened for business in July 1982 as a manufacturer of steel material racks for pickup trucks, service bodies and flatbeds. The company is considering establishing a facility in Albany to better serve its existing customers in the Midwest and Southern regions.

Ms. Greenwell stated the project investment is \$1,352,075, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 25 with an average hourly wage of \$15.50 including benefits. The state wage assessment participation is 5.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$250,000.

Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Ballinger seconded the motion. Motion passed; unanimous.

Prolocity Technology Solutions LLC
Kenton County

Lindsey Ransdell
Michelle Elder

Ms. Ransdell stated Prolocity Technology Solutions LLC is a highly regarded enterprise software consulting practice headquartered in Covington. Due to the tremendous growth Prolocity has experienced over the last couple of years, the company is out of room at its current location. The company is considering a location in Kenton County to expand.

Ms. Elder stated the project investment is \$794,290 of which \$437,145 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 30 with an average hourly wage of \$55.00 including benefits. The state wage assessment participation is 3.0% and the City of Covington will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$200,000.

Mr. Kelly moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

TGW International, Inc.
Campbell County

Lindsey Ransdell
Michelle Elder

Ms. Ransdell stated TGW International, Inc. is an over 100-year old company that manufactures industrial machine knives and machine blades for the printing, paper, packaging and processing industries. The company is considering relocating its headquarters to the United States and is evaluating its current facility in Wilder for this possible expansion. If this location is chosen, the company will expand and improve the building and parking lots to accommodate new employees and invest in new engineering capabilities.

Ms. Elder stated the project investment is \$1,000,000, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 13 with an average hourly wage of \$30.00 including benefits. The state wage assessment participation is 3.0% and Campbell County will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$200,000.

Mr. Miller moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

Jet.com, Inc.
Bullitt County

Lucas Witt
Michelle Elder

Lucas Witt stated Jet.com, Inc., founded in 2014, is based in New Jersey. The company operates a smart shopping platform that allows its members to shop online from various

retailers. As of September 2016, Jet.com, Inc. operates as a subsidiary of Walmart, Inc. The company is considering expanding its e-commerce operations into the state of Kentucky.

Ms. Elder stated the project investment is \$41,300,000 of which \$21,200,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 400 with an average hourly wage of \$16.25 including benefits. The state wage assessment participation is 3.0% and the City of Shepherdsville will participate at 1.0%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$3,000,000.

After discussion, Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

**Zoeller Company
Jefferson County**

**Lucas Witt
Michelle Elder**

Mr. Witt stated Zoeller Company, a family-owned operation founded in 1939, manufactures a variety of products including the dependable column sump pump that is sold throughout North America. The company is considering an expansion of its existing facility in Louisville to meet customer demand.

Ms. Elder stated the project investment is \$5,500,000 of which \$5,200,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 45 with an average hourly wage of \$27.50 including benefits. The state wage assessment participation is 3.0% and Louisville/Jefferson County Metro Government will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$650,000.

Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Ballinger seconded the motion. Motion passed; unanimous.

**Joe Leasure & Sons, Inc.
Hopkins County**

**Corky Peek
Michelle Elder**

Mr. Peek stated Joe Leasure & Sons, Inc., founded in 1935, is a machine shop specializing in steel fabrication and CNC technology that serves clients in the Southeast and the Midwest. The company is out of space at its current location and is considering expanding in Madisonville as well as purchasing new fabrication equipment.

Ms. Elder stated the project investment is \$560,000, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 10 with an average hourly wage of \$27.00 including benefits. The state wage assessment participation is 3.0% and the City of Madisonville will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The project will include multiple locations within Madisonville, Hopkins County. Only investment costs incurred at 51 Lunsford Avenue will be considered toward calculating eligible costs. Employees and their respective wages at the locations included in the project definition will be eligible for compliance.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$175,000.

Mr. Kelly moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

**PBR Inc. dba SKAPS Industries
Henderson County**

**Corky Peek
Michelle Elder**

Mr. Peek stated PBR Inc. dba SKAPS Industries produces woven fiberglass rolled products for a variety of industries. The company is considering the purchase of equipment and improvements to its facility in Henderson to allow for additional production capacity and enable the company to grow.

Ms. Elder stated the project investment is \$5,000,000 of which \$1,700,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 20 with an average hourly wage of \$17.00 including benefits. The state wage assessment participation is 3.0% and Henderson County Fiscal Court will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$250,000.

Mr. Ballinger moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

**Chewy, Inc.
Jefferson County**

**Lauren Osborne
Debbie Phillips**

Lauren Osborne stated Chewy, Inc. is an e-commerce retailer for the pet industry offering a convenient way to shop for pet supplies. The company is considering locating to a facility in Louisville to meet growing demands.

Ms. Phillips stated the project investment is \$7,209,770 of which \$5,029,885 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 300 with an average hourly wage of \$39.00 including benefits. The state wage assessment participation is 1.5% and Louisville/Jefferson County Metro Government will participate at 0.5%.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$1,250,000.

Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

**Tractor Supply Company
Simpson County**

**Lauren Osborne
Debbie Phillips**

Ms. Osborne stated Tractor Supply Company, headquartered in Brentwood, Tennessee, is the largest operator of rural lifestyle retail stores in America. The company is considering upgrading its distribution facility in Franklin to meet customer demand.

Ms. Phillips stated the project investment is \$8,500,000 of which \$4,561,604 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 156 with an average hourly wage of \$21.00 including benefits. The state wage assessment participation is 3.0% and the City of Franklin will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$1,800,000.

Ms. Hill moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

Prairie Farms Dairy, Inc.
Pulaski County

Taylor Sears
Debbie Phillips

Mr. Sears stated Prairie Farms Dairy, Inc. is a manufacturer and distributor of fluid milk, orange juice and drinks in several different sizes. The company is considering an expansion of its Somerset facility which would increase capacity and volume to meet product demand.

Ms. Phillips stated the project investment is \$3,649,621, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 10 with an average hourly wage of \$24.00 including benefits. The state wage assessment participation is 5.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval. The company will be required to maintain 90% of the total statewide full-time, Kentucky resident employees at all company locations, excluding the site of the project, as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$150,000.

Mr. Goodin moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

MIG Services Inc.
Carter County

Anna Beth Bobbitt
Debbie Phillips

Ms. Bobbitt stated MIG Services Inc. is a subsidiary of McKeown International, Inc. and is the manufacturer of products for the domestic steel industry. The company is considering the rehabilitation of equipment and purchase of new modern equipment for the manufacturing of refractory products, such as Mag Carbon brick, at the Hitchins facility.

Ms. Phillips stated the project investment is \$750,000, all of which qualifies as KBI eligible costs. The highest job target over the term of the agreement is 50 with an average hourly wage of \$13.00 including benefits. The state wage assessment participation is 5.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$310,000.

Chairman Hale moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

Zivo Inc. dba Zelios
Fayette County

Taylor Sears
Debbie Phillips

Mr. Sears stated Zivo Inc. dba Zelios is a manufacturer of natural, hemp derived cannabinoid-rich products. The company is a large-scale extractor of hemp oil. The proposed project would consist of an expansion of its Lexington facility by adding additional equipment.

Ms. Phillips stated the project investment is \$2,100,000 of which \$420,000 qualifies as KBI eligible costs. The highest job target over the term of the agreement is 44 with an average hourly wage of \$25.00 including benefits. The state wage assessment participation is 3.0% and Lexington-Fayette Urban County Government will participate at 1.0%. The company will be required to maintain a base employment equal to the number of full-time, Kentucky resident employees as of the date of preliminary approval.

Staff recommended preliminary approval of the KBI negotiated tax incentive amount of \$240,000.

Mr. Goodin moved to approve the staff recommendation, as presented; Mr. Miller seconded the motion. Motion passed; unanimous.

KBI Projects (Extension)

Chairman Hale called on Ms. Elder to present the KBI extension requests to the Authority.

Ms. Elder stated nine companies requested additional time to complete the projects and asked that all nine be presented as one motion.

Company	County	Extension
Bendix Spicer Foundation Brake LLC	Warren	3 Month
Carl Zeiss Vision Inc.	Boone	3 Month
EZ Portable Buildings, Inc.	McCracken	3 Month
V-Soft Consulting Group, Inc.	Jefferson	3 Month
CTI-Clinical Trial Services, Inc.	Kenton	12 Month
Duro Hilex Poly LLC	Boone	12 Month
Prime Tech Manufacturing, LLC	Graves	12 Month
SMC, LLC	Jessamine	12 Month
TMS Automotive, LLC	Warren	12 Month

Staff recommended approval of the KBI extension requests.

Ms. Hill moved to approve the staff recommendation, as presented; Mr. Kelly seconded the motion. Motion passed; unanimous.

KBI Projects (Final)

Chairman Hale called on Ms. Phillips to present the KBI projects for final approval to the Authority.

Ms. Phillips stated seven companies requested KBI final approval, two of which have modifications since preliminary approval. Ms. Phillips asked that all seven be presented as one motion.

No Modifications:

Project Name	County	Type Project
A. O. Smith Corporation	Kenton	Manufacturing
Consolo Services Group, Inc.	Fayette	Service & Technology
Country Boy Brewing, L.L.C.	Scott	Manufacturing
Hollison, LLC	Daviess	Manufacturing
Printograph, Inc. dba Gotprint.com	Boone	Manufacturing

Modifications:

Brown & Brown of Kentucky, Inc.

Adair

Service & Technology

The affiliate, Brown & Brown Inc., has been added to the project. All other aspects of the project remain the same.

Kayser Automotive Systems USA, LP

Fulton

Manufacturing

The company name changed from A. Kayser Automotive Systems USA, LP to Kayser Automotive Systems USA, LP. The total investment and eligible costs increased from \$17,527,000 to \$24,000,000; the square footage increased from 50,000 to 60,000; and the total negotiated incentive amount increased from \$3,000,000 to \$5,000,000. All other aspects of the project remain the same.

Staff recommended approval of the KBI final resolutions and tax incentive agreements and the authorization to execute and deliver the documents.

Mr. Ballinger moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed, unanimous.

Incentive for Energy Independence Act (IEIA) Projects (Extension)

Chairman Hale called on Ms. Palmer to present the IEIA extension requests to the Authority.

Ms. Palmer stated two companies requested an extension to the project and asked that both be presented as one motion.

Company	County	Extension
Lock 14 Hydro Partners, LLC	Lee	12 Month
RCC Big Shoal, LLC	Pike	12 Month

Staff recommended approval of IEIA extension requests.

Mr. Goodin moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

Kentucky Small Business Tax Credit (KSBTC) Projects

Chairman Hale called on Tim Back to present the KSBTC projects to the Authority.

Mr. Back stated there are seven Kentucky small businesses, from six counties with qualifying tax credits of \$59,500. The seven businesses created 17 jobs and invested \$82,749 in qualifying equipment or technology.

Mr. Back requested the following tax credits be presented as one motion:

Qualified Small Business	County	Beg. Emp.	Elig. Pos.	Average Hourly Wage	Qualifying Equipment or Technology	Tax Credit
Guardian Owl LLC	Jefferson	1	2	\$ 29.76	\$ 7,109	\$ 7,000
Ingenium Solutions, LLC	Jefferson	4	2	\$ 29.00	\$ 19,689	\$ 7,000
Mike Clark Heating, Cooling & Refrigeration Inc.	Bullitt	6	3	\$ 19.33	\$ 13,110	\$ 10,500
Motus Freight, LLC	Campbell	4	4	\$ 21.23	\$ 14,632	\$ 14,000
Pleasant Meadow II, LLC	Franklin	0	4	\$ 11.44	\$ 14,198	\$ 14,000
Prosper Media Group, Inc.	Fayette	1	1	\$ 14.00	\$ 7,561	\$ 3,500
Service Specialties, LLC	Clark	9	1	\$ 18.00	\$ 6,450	\$ 3,500

Staff recommended approval of the tax credits.

Mr. Goodin moved to approve the staff recommendation, as presented; Ms. Hill seconded the motion. Motion passed; unanimous.

Executive Session

Pursuant to KRS Section 61.810 (1) (G), Chairman Hale entertained a motion to enter into executive session to discuss a specific business proposal, the open discussion of which would jeopardize the siting, retention, expansion or upgrade of the business.

Ms. Hill moved to enter into executive session; Mr. Goodin seconded the motion. Motion passed; unanimous.

The board entered into executive session at 10:57 a.m.

Regular Session

Chairman Hale entertained a motion to return to regular session.

Ms. Hill moved to return to regular session; Mr. Ballinger seconded the motion. Motion passed; unanimous.

The board returned to regular session 11:19 a.m.

Adjournment

There being no further business, Chairman Hale entertained a motion to adjourn.

Mr. Ballinger moved to adjourn the August KEDFA board meeting; Ms. Hill seconded the motion. Motion passed; unanimous.

The meeting adjourned at 11:19 a.m.

PRESIDING OFFICER:



Jean R. Hale, Chairman